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FORT WAYNE MARKET NEWS

United States Department of Agriculture
Consumer and Marketing Service
Dairy Division
Federal Order No. 47

1122 South Harrison Street
Fort Wayne, Indiana 46802
Telephone: 742-7401
Area Code: 219

JUL 24 1968

CURRENT SERIAL RECORDS

Issued Pursuant to Sections 1047.22(i) and 1047.85(a)

Vol. 12, No. 7

July 1968

JUNE UNIFORM PRICE \$4.90

Dairy farmers who delivered Grade "A" milk to handlers subject to the Fort Wayne milk order in June 1968 will receive a minimum uniform price of \$4.90 per hundredweight for milk testing 3.5%, subject to a butterfat differential of 7.8 cents. The minimum price is also subject to a 4 cents per hundredweight marketing service deduction to nonmembers, authorized hauling charges, and location differentials.

The \$4.90 price for June 1968 is 10 cents below the May 1968 price, but 29 cents above the June 1967 price. The June 1968 uniform price was reduced by 25 cents per hundredweight under the "Louisville Plan" provisions of the order. One-third of the total amount withheld will be repaid to producers in each of the months of September, October, and November.

JUNE PRODUCER RECEIPTS AND UTILIZATION

There were 847 approved producers who shipped 24,616,193 pounds of milk to the Fort Wayne market during June 1968 of which 15,413,199 pounds or 62.6% was utilized in Class I by 9 pooled handlers. Class I utilization was down 7.7% from May. On a volume basis, production was down 6.3%, and Class I utilization of producer milk was down 16.6% from May 1968.

JULY CLASS I PRICE \$5.79

The effective basic formula price, as established by the amendment to §1047.50 of the Fort Wayne order, of \$4.33 was increased by the standard differential of \$1.20 and further increased by a special 20 cents adjustment and a supply-demand adjustment of 6 cents to establish the July Class I price of \$5.79. This price of \$5.79 is 4 cents above the June 1968 Class I price, and 32 cents more than the July 1967 price.

PERCENTAGES IN EACH CLASS (Announced July 10, 1968)

The Market Administrator announced the following utilization percentages for the month of June for use in allocating bulk milk receipts from other Federal markets.

Class I

Skim 63% Butterfat 54%

Class II

Skim 37% Butterfat 46%

(Continued on Page 6)

FORT WAYNE MILK MARKET NEWS
UTILIZATION AND CLASSIFICATION OF ALL MILK RECEIPTS

<u>CLASS I MILK</u>	<u>June 1968</u> <u>Reported</u>		<u>June 1967</u> <u>Audited</u>	
	<u>Milk Pounds</u>	<u>BF Pounds</u>	<u>Milk Pounds</u>	<u>BF Pounds</u>
Fluid Milk	10,380,774	351,757	10,786,574	373,433
Regular Skim Milk	511,493	3,435	242,244	807
2% Skim Milk	3,940,448	79,662	3,235,244	66,247
Buttermilk	152,450	2,215	146,763	2,101
Flavored Milk	176,075	5,769	159,742	5,447
Flavored Drink	188,944	4,390	198,672	4,299
Cream Mixtures	177,596	19,700	160,845	19,572
Light Cream	932	187	1,301	242
Heavy Cream	15,521	5,428	15,257	5,343
Sour Cream	24,079	4,380	25,529	4,644
Sub Total	15,568,312	476,923	14,972,171	482,135
Plus Unaccounted For	5,620	5,620	42,637	5,147
Gross Total Class I Milk	15,573,932	482,543	15,014,808	487,282
Less Other Source Receipts	67,708	2,570	193,941	7,953
Less Overages	-0-	-0-	-0-	-0-
Less Beginning Inventory	93,025	-0-	7,708	-0-
<u>CLASS I PRODUCER MILK IN POOL</u>	<u>15,413,199</u>	<u>479,973</u>	<u>14,813,159</u>	<u>479,329</u>
<u>CLASS II MILK</u>				
Sales to Nonpool Plants	7,906,791	364,815	7,919,402	339,123
Class II Production	992,501	31,464	1,153,598	39,284
Dumped or Livestock Feed	135,734	3,456	104,998	1,503
Ending Inventory	1,759,472	65,754	1,452,605	53,165
Class II Shrinkage	190,105	10,759	241,789	8,871
Gross Total Class II Milk	10,984,603	476,248	10,872,392	441,946
Less Other Source Receipts	44,640	1,335	63,496	3,016
Less Overages	-0-	-0-	-0-	-0-
Less Beginning Inventory	1,736,969	67,753	1,777,277	67,384
<u>CLASS II PRODUCER MILK IN POOL</u>	<u>9,202,994</u>	<u>407,160</u>	<u>9,031,619</u>	<u>371,546</u>
<u>TOTAL PRODUCER MILK IN BOTH CLASSES</u>	<u>24,616,193</u>	<u>887,133</u>	<u>23,844,778</u>	<u>850,875</u>

MISCELLANEOUS INFORMATION

	<u>June</u> <u>1968</u>	<u>June</u> <u>1967</u>	<u>June</u> <u>1966</u>
Daily Class I Milk (Lbs.)	519,131	500,494	518,519
Current Month Compared With:		+ 3.7%	- .1%
Production per Farm per Day	969	1,036	978
Current Month Compared With:		- 6.5%	- .9%
Gross Class I Milk to Producer Milk	63.27%	62.97%	80.49%
Pool Value of Producer Milk	\$1,287,625	\$1,171,390	\$926,721
Value of Producer Milk per Farm	\$ 1,520	\$ 1,527	\$ 1,406
Butter-Skim Powder Price	\$ 4.16	\$ 3.91	\$ 3.67
Wisconsin-Minnesota Plant Average	\$ 4.18	\$ 3.96	\$ 3.82

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK
(By Months and Monthly Averages)

Month or Year	CLASS I			CLASS II			PRODUCER RECEIPTS (100%)		
	Product Pounds	Per- cent	Ave. Test	Product Pounds	Per- cent	Ave. Test	Product Pounds	Ave. Test	No. of Producers
1963	14,700,734	74.2	3.49	5,109,190	25.8	4.63	19,809,924	3.74	872
1964	16,008,651	73.0	3.43	5,915,491	27.0	4.70	21,924,142	3.73	876
1965	16,562,057	73.4	3.42	6,042,282	26.6	4.55	22,604,339	3.72	859
1966									
Jan.	17,593,281	70.7	3.40	7,298,991	29.3	4.97	24,892,272	3.86	873
Feb.	16,266,393	74.7	3.36	5,522,392	25.3	5.20	21,788,785	3.83	830
Mar.	17,971,483	75.0	3.39	5,991,128	25.0	4.89	23,962,611	3.77	823
Apr.	17,657,213	74.6	3.32	6,007,504	25.4	4.93	23,664,717	3.73	827
May	15,722,015	75.1	3.35	5,221,953	24.9	4.66	20,943,968	3.67	697
Jun.	14,339,195	74.2	3.32	4,986,169	25.8	4.09	19,325,364	3.52	659
Jul.	15,030,446	68.4	3.29	6,937,251	31.6	3.88	21,967,697	3.48	798
Aug.	15,954,868	71.7	3.31	6,289,027	28.3	4.00	22,243,895	3.51	826
Sep.	16,689,226	76.2	3.38	5,213,105	23.8	4.35	21,902,331	3.61	864
Oct.	16,904,683	72.5	3.33	6,424,569	27.5	5.01	23,329,252	3.79	861
Nov.	15,631,460	77.3	3.32	4,579,495	22.7	5.97	20,210,955	3.92	764
Dec.	15,696,951	73.6	3.38	5,617,956	26.4	5.60	21,314,907	3.97	750
Ave.	16,288,101	73.6	3.35	5,840,795	26.4	4.80	22,128,896	3.72	798
1967									
Jan.	16,944,425	70.9	3.28	6,941,093	29.1	5.47	23,885,518	3.92	798
Feb.	14,699,039	72.8	3.29	5,499,412	27.2	5.57	20,198,451	3.91	756
Mar.	16,904,275	72.2	3.28	6,505,853	27.8	5.40	23,410,128	3.87	816
Apr.	15,378,934	65.0	3.23	8,278,160	35.0	4.72	23,657,094	3.75	770
May	16,257,253	65.2	3.28	8,672,264	34.8	4.48	24,929,517	3.70	761
Jun.	14,813,159	62.1	3.24	9,031,619	37.9	4.11	23,844,778	3.57	767
Jul.	14,921,658	65.5	3.20	7,851,128	34.5	4.22	22,772,786	3.55	766
Aug.	15,643,940	72.7	3.21	5,873,802	27.3	4.47	21,517,742	3.55	761
Sep.	17,002,946	81.8	3.27	3,795,628	18.2	5.54	20,798,574	3.68	872
Oct.	16,970,455	78.1	3.29	4,770,402	21.9	5.67	21,740,857	3.82	841
Nov.	16,768,032	76.2	3.33	5,244,489	23.8	5.84	22,012,521	3.93	925
Dec.	16,676,225	69.4	3.32	7,365,626	30.6	5.33	24,041,851	3.94	949
Ave.	16,081,695	71.0	3.27	6,652,456	29.0	5.07	22,734,151	3.77	815
1968									
Jan.	17,812,640	73.1	3.26	6,549,277	26.9	5.76	24,361,917	3.93	882
Feb.	16,963,904	72.5	3.16	6,451,959	27.5	5.67	23,415,863	3.85	864
Mar.	18,068,773	73.5	3.14	6,516,671	26.5	5.64	24,585,444	3.80	839
Apr.	17,863,294	73.0	3.15	6,595,115	27.0	5.24	24,458,409	3.71	854
May	18,479,529	70.3	3.15	7,792,469	29.7	4.90	26,271,998	3.67	842
Jun.	15,413,199	62.6	3.11	9,202,994	37.4	4.42	24,616,193	3.60	847

ORDER NO. 47 PRICES - 3.5% BASIS
(By Months and Monthly Averages)

Month or Year	Basic Formula Price	CLASS I			CLASS II	UNIFORM	BUTTERFAT DIFFERENTIALS		
		Differ- ential	Supply Demand	Milk Price	Milk Price	Milk Price	Class I	Class II	Pro- ducer
1963	3.10	1.20	---	4.30	3.10	4.00	.072	.067	.071
1964	3.17	1.20	---	4.37	3.16	4.05	.074	.068	.072
1965	3.26	1.20	+ .03	4.49	3.22	4.16	.072	.069	.071
1966									
Jan.	3.47	1.20	.00	4.67	3.21	4.24	.076	.068	.073
Feb.	3.47	1.20	+ .02	4.69	3.31	4.36	.071	.071	.071
Mar.	3.58	1.20	+ .02	4.80	3.40	4.46	.074	.073	.074
Apr.	3.68	1.20	+ .02	4.90	3.47	4.54	.076	.072	.075
May	3.64	1.20	+ .02	4.90#	3.56	4.19*	.075	.073	.074
Jun.	3.65	1.20	+ .08	4.93#	3.67	4.23*	.076	.076	.076
Jul.	3.977§	1.20	+ .10	5.277	4.05	4.92	.079	.082	.080
Aug.	4.05	1.20	+ .14	5.39	4.20	5.07	.085	.084	.085
Sep.	4.26	1.20	+ .14	5.60	4.29	5.57*	.088	.086	.087
Oct.	4.34	1.20	+ .12	5.66	4.02	5.45*	.090	.079	.086
Nov.	4.26	1.20	+ .10	5.56	3.99	5.42*	.083	.078	.081
Dec.	4.26	1.20	.00	5.46	3.92	5.07	.081	.076	.079
Ave.	3.89	1.20	+ .06	5.15	3.76	4.79	.080	.077	.078
1967									
Jan.	4.26	1.20	- .02	5.44	3.92	5.02	.080	.076	.078
Feb.	4.26	1.20	- .02	5.44	3.91	5.04	.080	.076	.078
Mar.	4.15	1.20	- .02	5.33	3.91	4.93	.080	.076	.078
Apr.	4.15	1.20	- .02	5.33	3.91	4.62*	.080	.076	.078
May	4.05	1.40	.00	5.45	3.91	4.65*	.080	.076	.078
Jun.	4.05	1.40	.00	5.45	3.91	4.61*	.080	.076	.078
Jul.	4.05	1.40	+ .02	5.47	3.91	4.93	.080	.076	.078
Aug.	4.05	1.40	+ .06	5.51	3.94	5.08	.080	.077	.079
Sep.	4.05	1.40	+ .08	5.53	3.93	5.52*	.080	.077	.079
Oct.	4.05	1.40	+ .06	5.51	3.91	5.42*	.081	.077	.080
Nov.	4.05	1.40	+ .10	5.55	3.91	5.40*	.080	.076	.079
Dec.	4.05	1.40	+ .04	5.49	3.96	5.01	.080	.078	.079
Ave.	4.10	1.33	+ .02	5.46	3.92	5.02	.080	.076	.078
1968									
Jan.	4.05	1.40	.00	5.45	3.91	5.01	.081	.076	.079
Feb.	4.05	1.40	.00	5.45	3.91	5.01	.080	.076	.078
Mar.	4.05	1.40	.00	5.45	3.91	5.03	.080	.076	.078
Apr.	4.05	1.40	.00	5.45	4.11	4.88*	.080	.076	.078
May	4.33	1.40	.00	5.73	4.17	5.00*	.080	.076	.078
Jun.	4.33	1.40	+ .02	5.75	4.16	4.90*	.080	.076	.078
Jul.	4.33	1.40	+ .06	5.79			.080		

* "Louisville" plan in effect.

§ Weighted Average.

Class I Price May and June 1966 not to be less than April 1966.

United States Department of Agriculture
Consumer and Marketing Service
Dairy Division
Federal Order No. 47

1122 South Harrison Street
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COMPUTATION OF UNIFORM PRICE
(Based on reports of 9 Handlers)
June 1968

	<u>Milk Pounds</u>	<u>Average Test</u>	<u>Class Prices At Test</u>	<u>Total Value</u>	<u>% of Pounds</u>
Class I Producer Milk	15,413,199	3.1140	\$5.44123	\$ 838,667.77	62.61
Class II Producer Milk	<u>9,202,994</u>	4.4242	4.86240	<u>447,486.54</u>	<u>37.39</u>
Total Producer Milk	24,616,193	3.6039		\$1,286,154.31	100.00
Other Source Milk Priced					
Class I	<u>1,310</u>			<u>131.44</u>	
Total	24,617,503	3.6041		\$1,286,285.75	
Add: Value of Inventory Reclassified				<u>1,339.56</u>	
Total Pool Value				\$1,287,625.31	
Less: Butterfat Adjustment to 3.5% Milk				19,996.39	
Add: 1/2 Unobligated Balance in Producer Settlement Fund				<u>11,539.51</u>	
Adjusted Value				\$1,279,168.43	
Less: Other Source Milk Priced Class I At Weighted Average Price of \$5.15 per Cwt.				67.47	Rate Per
Less: Producer Pounds (24,616,193 @ 25¢ per Cwt.)				<u>61,540.48</u>	<u>Cwt.</u>
Sub Total				\$1,217,560.48	\$4.946177
Less: Producer Settlement Fund Reserve				<u>11,367.02</u>	<u>.046177</u>
ANNOUNCED UNIFORM PRICE FOR 3.5% MILK				\$1,206,193.46	\$4.90

COMPUTATION OF PRODUCER BUTTERFAT DIFFERENTIAL

	<u>Butterfat</u>	<u>Differentials</u>	<u>Weighted Amount</u>
Class I	479,973	\$ 0.080	\$38,397.84
Class II	<u>407,160</u>	<u>0.076</u>	<u>30,944.16</u>
Total	887,133	\$ 0.078	\$69,342.00

The announced uniform price (f.o.b. pool plants at which no location adjustments are applicable) of \$4.90 for 3.5% milk is subject to adjustment by the producer butterfat differential of \$0.078 for each 1/10 percent of butterfat over or under 3.5%. This price is also subject to the applicable marketing service deduction and authorized hauling charges.

MINIMUM PRODUCER PRICES AT BUTTERFAT TEST FOR JUNE 1968

<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>
3.25	\$4.705	3.70	\$5.056	4.15	\$5.407	4.60	\$5.758
3.30	4.744	3.75	5.095	4.20	5.446	4.65	5.797
3.35	4.783	3.80	5.134	4.25	5.485	4.70	5.836
3.40	4.822	3.85	5.173	4.30	5.524	4.75	5.875
3.45	<u>4.861</u>	3.90	5.212	4.35	5.563	4.80	5.914
3.50	<u>/ 4.90 /</u>	3.95	5.251	4.40	5.602	4.85	5.953
3.55	4.939	4.00	5.290	4.45	5.641	4.90	5.992
3.60	4.978	4.05	5.329	4.50	5.680	4.95	6.031
3.65	5.017	4.10	5.368	4.55	5.719	5.00	6.070

July 10, 1968

R. J. Connolly
Market Administrator

NEW CHICAGO REGIONAL MILK ORDER IN EFFECT AS OF JULY 1, 1968

USDA has announced that 83 percent of the dairy farmers who voted in a recent referendum approved the issuance of a new regional Federal milk order.

The new regional marketing area includes that formerly covered by the old Chicago milk order, the Northwestern Indiana, Rock River Valley, Milwaukee, Madison, and Northeastern Wisconsin orders and some adjacent formerly unregulated territory.

Copies of the new order may be obtained from this office, from the administrators of the five orders being merged, or from the Dairy Division, Consumer and Marketing Service, United States Department of Agriculture, Washington, D. C. 20250.

CONTAINER SURVEY

The following percentage figures pertaining to size and type of container and method of distribution were compiled from audits of Fort Wayne pool handlers' sales records of whole milk pounds sold for November 1967. Percentage changes from a similar survey made for the month of November 1966 are also shown.

<u>Container Size</u>	<u>November 1967</u>				<u>Change from November 1966</u>			
	<u>Paper</u>	<u>Glass</u>	<u>Other</u>	<u>Total</u>	<u>Paper</u>	<u>Glass</u>	<u>Other</u>	<u>Total</u>
Gallon	37.35	6.26	7.08	50.69	- .19	- 4.74	+ 6.95	+ 2.02
1/2 Gallon	26.70	3.65	.05	30.40	- .34	- 1.71	- .01	- 2.06
Quarts	1.94	1.30		3.24	- .01	- .72		- .73
Pints, 1/2 Pts., 1/3 Qts., etc.	10.19	.19		10.38	+ 1.54	- .15		+ 1.39
Multiple Gallons			5.29	5.29			- .62	- .62
Totals	76.18	11.40	12.42	100.00	+ 1.00	- 7.32	+ 6.32	
Wholesale	72.89	3.08	11.90	87.87	+ 1.39	- 3.12	+ 5.80	+ 4.07
Home Delivery	3.29	8.32	.52	12.13	- .39	- 4.20	+ .52	- 4.07
Totals	76.18	11.40	12.42	100.00	+ 1.00	- 7.32	+ 6.32	

USDA SETS HEARING JULY 29 on THREE MIDWEST MILK ORDERS:

The U.S. Department of Agriculture has scheduled a public hearing July 29 in Indianapolis, Ind., to consider proposed amendments to the Indianapolis, Ind., Fort Wayne, Ind., and Chicago regional milk orders.

USDA's Consumer and Marketing Service officials said the hearing will open at 1 p.m., in Stouffer's Indianapolis Inn, 2828 North Meridian Street, Indianapolis. It was requested by six cooperative associations representing a majority of the dairy farmers supplying milk to handlers who do business in the Indiana markets involved.

The dairy farmers are proposing the merger of the marketing areas now covered by the Indianapolis and Fort Wayne, Ind., milk orders, eight additional counties now in the Chicago regional order area which were previously under the Northwestern Indiana order, and 10 presently unregulated Indiana counties. The proposed single order area would be known as the "Indiana marketing area."

Proposals would extend the provisions of the present Indianapolis Federal milk marketing order to apply to the combined, expanded areas, but with several changes.

One proposed change would revise the zone pricing of Class I milk, used for fluid, or bottling purposes. As proposed, such milk would be priced at the basic formula (Minnesota-Wisconsin) price plus differentials for each of the three pricing districts. The differentials would be \$1.47 for District 1, comprising the present Indianapolis marketing area and six adjacent unregulated Indiana counties; \$1.40 for District 2, the present Fort Wayne marketing area; and \$1.38 for District 3, comprising the eight counties now in the Chicago regional order area but previously in the Northwestern Indiana area, plus four adjacent unregulated Indiana counties. The emergency 20-cent price increase, now effective through April 1969, would be incorporated as part of the permanent Class I price differentials. Two other proposals would revise the zone application of location adjustments, and continue the present seasonal incentive producers' payment plans through 1968.

After considering the evidence presented at the hearing, USDA will decide whether the orders should be amended in any of the ways proposed. Everyone interested would then have an opportunity to submit exceptions or comments on this decision. Any exceptions or comments would be considered by USDA before issuance of a final decision to be submitted to dairy farmers for approval.

The additional unregulated Indiana counties proposed for inclusions in the marketing area are Benton, Cass, Fountain, Fulton, Jasper, Newton, Parke, Pulaski, Vermillion, and Warren.

Copies of the hearing notice may be obtained from the Market Administrators, Richard J. Connolly, 1122 South Harrison Street, Fort Wayne, Indiana 46802; telephone 742-7401, area code 219; A. W. Colebank, 72 West Adams Street, Room 814, Chicago, Ill. 60603; telephone Andover 3-4402, area code 312; Wendell M. Costello, 5130 North Brouse Avenue, Indianapolis, Ind. 46205; telephone 251-1418, area code 317; or from the Hearing Clerk, Room 112-A, Administration Building, U. S. Department of Agriculture, Washington, D. C. 20250, or may be inspected there.

